

Date: July 31, 2025

To,
The Manager,
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra Kurla Complex, Bandra (East),
Mumbai – 400051

Symbol: SARLAPOLY

Corporate Services Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai – 400001

Security Code: 526885**Subject: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015 – Intimation of Receipt of GST Order****Dear Sir/Madam,**

Pursuant to Regulation 30 read with Schedule III Part A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we inform that, Sarla Performance Fibers Limited (“the Company”) has received an Order-in-Original (No. SURAT/GST/ABS/30/2025-26) dated 31st July 2025 from the Office of the Additional Commissioner, Central GST & Central Excise, Surat Commissionerate, raising a demand. The Order has been issued further to the show cause notice dated June 23, 2025.

Based on the Company’s initial review of the Order and the documents submitted during the proceedings, the Company believes it has acted in accordance with applicable GST provisions while claiming IGST and ITC refunds on exports. The claims were made in good faith, with supporting documentation and under a bona fide interpretation of the law. The Company is evaluating the Order and intends to pursue viable legal recourse. Accordingly, no material financial impact is anticipated at this stage.

The Company remains committed to maintaining the highest standards of compliance and corporate governance.

The details required under Regulation 30 of the SEBI LODR Regulations are Enclosed as Annexure-1.

This disclosure is made in compliance with the regulations and for the information of stakeholders.

Thanking You**For Sarla Performance Fibers Limited****Krishna Jhunjunwala**
Managing Director
DIN - 00097175

Regd. Off. & Works 1:
Survey No. 59/1/4.
Amli Piparia Industrial
Estate, Silvassa-396 230,
U.T. Dadra & Nagar Haveli

Works 2:
Survey No.
64/2/3/4,61/1,61/2,62/5,63/5,63/7,
Amli Piparia Industrial Estate,
Silvassa-396 230,
U.T. Dadra & Nagar Haveli

Works 3:
Survey No. 213/P,
Plot No. 11 & 12,
Dadra-396 191,
U.T. Dadra & Nagar Haveli

Vapi Works:
Shed No. A1/48,
100 Sheds Area,
GIDC, Vapi-396 195
(Gujarat)

“Annexure A”

Disclosure under Regulation 30 read with Para A of Schedule III of the SEBI Listing Regulations, 2015, read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123, dated 13th July 2023:

Sr No.	Particulars	Information / Remarks
1.	Name of the Authority	Additional Commissioner, Central GST & Central Excise, Surat Commissionerate
2.	Nature and details of the action(s) taken, initiated, or order(s) passed	<p>Order-in-Original No. ADJ/ADJ/GST/201/2015/ADJ-O dated 31.07.2025 issued under Section 74 of the CGST Act, 2017. The order alleges that the Company availed undue IGST refund of ₹9,44,68,777 on exports while importing inputs duty-free.</p> <p>Additionally, the Company claimed a refund of unutilized Input Tax Credit (ITC) of ₹11,33,90,370 on account of exports without payment of tax.</p> <p>The total demand has been raised, as below:</p> <ul style="list-style-type: none"> • Tax: ₹20,78,59,147 (IGST refund: ₹9,44,68,777 + ITC refund: ₹11,33,90,370) • Interest: As applicable under Section 50 of the CGST Act, 2017 (not quantified in the order) • Penalty: ₹20,78,59,147 (equal to the tax amount, under Section 74(1)).
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	July 31, 2025
4.	Details of the violation(s) / contravention(s) committed or alleged to be committed	<ol style="list-style-type: none"> 1. Claimed IGST refund of ₹9,44,68,777 on exports while availing IGST exemption on imported inputs. 2. Claimed unutilized ITC refund of ₹11,33,90,370 on account of exports without payment of tax.
5.	Impact on financial, operation, or other activities of the listed entity, quantifiable in	A total tax demand of ₹20,78,59,147 has been raised, comprising alleged wrongful IGST refund (₹9,44,68,777) and ITC refund (₹11,33,90,370). Additionally, a penalty of ₹20,78,59,147 has been imposed under Section 74(1) of the CGST Act, 2017. Interest is payable under Section 50 (not quantified in the order). The

Sr No.	Particulars	Information / Remarks
	monetary terms to the extent possible	Company asserts that all information was disclosed denying any suppression or fraud. The Company intends to pursue appropriate legal recourse, and at this stage, no material financial impact is anticipated.